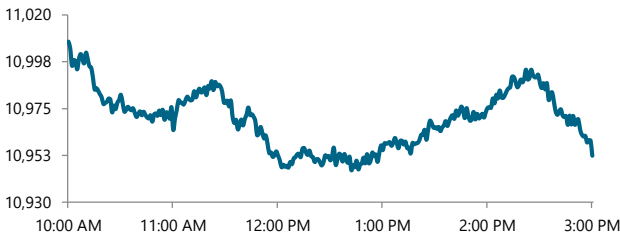


Daily Markets Overview

4 October 2023

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	10,952	-0.5	-0.9	4.5	18.3
Saudi (NOMUC)	22,544	-1.1	-0.6	16.1	NA
Energy	6,388	-0.7	-2.7	17.7	7.9
Materials	6,129	-0.4	-1.4	-2.6	30.6
Capital Goods	7,473	-0.6	-1.0	43.0	14.5
Com. & Prof. Svc	4,634	0.2	-1.0	34.8	30.4
Transportation	5,587	0.4	0.7	23.0	42.0
Cons. Durables & Apparel	4,855	-0.5	-2.4	14.9	NA
Consumer Services	4,944	0.4	0.1	34.0	23.6
Media	23,268	-0.8	1.7	8.2	23.0
Retailing	7,686	-0.7	-1.3	7.1	26.2
Food & Staples Retailing	9,683	-0.7	-0.3	13.4	5.8
Food & Beverages	5,857	1.4	0.6	26.2	30.9
Health Care Equipment	10,475	-1.0	2.0	15.0	37.6
Pharma, Biotech & Life Science	4,604	-0.2	-1.1	60.2	NA
Banks	10,332	-0.9	-0.4	-10.5	11.7
Diversified Financials	6,820	-0.5	0.0	7.2	34.7
Insurance	8,133	1.5	-0.7	53.0	27.6
Telecommunication	7,142	0.7	0.3	11.8	13.3
Utilities	8,031	0.1	-1.7	11.9	20.4
REITs	3,484	-0.6	-0.3	-12.4	24.5
Real Estate	3,015	-2.0	-3.1	20.6	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Alinma Tokio Marine Co.	15.20	10.0%	38
Middle East Healthcare	64.00	4.9%	104
Al Sagr Cooperative Insurance Co.	24.14	3.7%	38
Bupa Arabia for Cooperative Insurance	207.00	3.5%	23
Americana Restaurants International PLC	4.24	2.9%	40

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Thimar Development Holding Co.	8-Oct-23
Tihama Advertising and Public Relations Co.	9-Oct-23
Raydan Food Co.	10-Oct-23
Saudi Airlines Catering Co.	12-Oct-23
Naqi Water Co.	18-Oct-23
Filing & Packing Materials Manufacturing Co.	19-Oct-23

Source: Tadawul

Saudi Market Update

- TASI closed 0.5% lower at 10,952, while NOMUC declined 1.1% to 22,544 on Tuesday. TASI traded value totaled SAR 4.9bn and averaged SAR 5.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 29.4% of the daily traded value.
- MSCI Emerging Markets closed 1.3% down on Tuesday, trading at P/E (TTM) of 13.8x vs. 18.3x for TASI.
- Banks and Materials decreased 0.9% and 0.4%, respectively. Telecom ended 0.7% higher. Insurance (up 1.5%) was the best performing sector. Among stocks, Alinma Tokio Marine Co. (8312/ALINMATO AB), Middle East Healthcare (4009/MEH AB), and Al Sagr Cooperative Insurance Co. (8180/SAGR AB), led the gainers.
- The seasonally adjusted Riyadh Bank Saudi Arabia Purchasing Managers' Index (PMI), formerly S&P Global Saudi Arabia PMI, rose to 57.2 in September from 56.6 in August, indicating an expansion in the non-oil private sector. The survey revealed that although purchasing, inventories, and employment have softened, business confidence in future activity has improved. It further noted that despite a strong rise in input prices, selling prices have declined, adding pressures on profit margins. (Source: Argaam)
- According to the Saudi Central Bank (SAMA), bank loans granted to non-financial government institutions and the private sector rose 10% Y/Y by the end of August to SAR 2.59tn (USD 691.62bn) from SAR 2.36tn (USD 628.72bn). It added that private sector lending increased by 10% Y/Y to SAR 2.45tn (USD 654.29bn), while loans granted to public non-financial institutions jumped 20% Y/Y to SAR 140bn (USD 37.33bn). (Source: Argaam)
- The Ministry of Tourism revealed that the KSA ranked second globally in the growth rate of the number of tourist arrivals during the first seven months of 2023. It added that the UNWTO Barometer, issued by the World Tourism Organization last month, showed that the country recorded a growth rate of 58% compared to the same period in 2019. (Source: Argaam)
- The Public Investment Fund (PIF) announced the establishment of Al Balad Development Co. (BDC), to be the main developer of Jeddah Historic District (Al Balad). It added that the company will focus on improving the district's infrastructure, overseeing the restoration of historic buildings in Al Balad and developing service facilities as well as recreational, residential, commercial, hotel and office spaces. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Electrical Industries Co.	1.95	-8.0%	14
Al-Baha Investment & Development Co.	0.14	-6.7%	1
Dar Alarkan Real Estate Development Co.	14.74	-6.5%	50
National Medical Care Co.	128.00	-3.8%	32
Morabaha Marina Financing Co.	11.26	-3.8%	5

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
The Saudi Arabian Oil Company	34.05	-0.7%	671
The Saudi National Bank	33.60	-0.9%	249
Etihad Atheeb Telecommunication Co.	132.20	-0.6%	174
Al Rajhi Bank	67.00	-0.9%	173
Lumi Rental Co.	90.60	0.0%	170

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 3, 2023

(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

4 October 2023

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	4,202	0.4	0.9	26.0	9.6
Abu Dhabi (ADX)	9,839	0.5	0.5	-3.6	31.9
Kuwait (KSE)	7,401	-0.2	0.2	6.9	32.7
Qatar (QE)	10,273	0.2	0.2	-3.8	12.9
Oman (MSM)	4,740	0.1	1.5	-2.4	13.1
Bahrain (BSE)	1,935	0.1	-0.2	2.1	7.3
DJMENA Index	690	-0.2	-0.3	-0.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	4,229	-1.4	-1.4	10.2	20.7
US (NASDAQ 100)	13,059	-1.9	-1.2	24.8	27.6
UK (FTSE 100)	7,470	-0.5	-1.8	0.2	10.9
Germany (DAX)	15,085	-1.1	-2.0	8.3	11.9
France (CAC 40)	6,997	-1.0	-1.9	8.1	12.0
Russia (MICEX)	3,144	0.4	0.3	45.9	2.6
Japan (Nikkei)	31,238	-1.6	-1.9	19.7	24.9
Hong Kong (HSI)	17,331	-2.7	-2.7	-12.4	9.6
South Korea (KOSPI)	2,465	0.0	0.0	10.2	17.4
China (SHCOMP)	3,110	0.0	0.0	0.7	14.1
India (NIFTY)	19,529	-0.6	-0.6	7.9	22.5
Brazil (IBOV)	113,419	-1.4	-2.7	3.4	7.4
Turkey (BIST 100)	8,514	0.3	2.1	54.5	7.9
Egypt (EGX30)	19,707	-1.0	-2.3	35.0	9.5
MSCI Emerging Markets	939	-1.3	-1.4	-1.8	13.8
MSCI World	2,800	-1.4	-1.9	7.6	18.1

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	90.9	0.2	-4.6	5.8	2.3
Natural Gas (\$/mmbtu)	2.9	3.8	0.7	-34.1	-43.6
Gold (\$/oz)	1,823	-0.3	-1.4	-0.1	7.2
Silver (\$/oz)	21.2	0.6	-4.5	-11.6	2.3
Platinum (\$/oz)	872	-1.1	-4.0	-18.8	-3.5
Copper (\$/t)	7,929	-0.6	-3.5	-5.2	4.3
Zinc (\$/t)	2,473	-4.2	-6.4	-17.7	-17.5
Lead (\$/mt)	2,141	-2.5	-3.1	-8.3	14.8
Wheat (\$/bu)	569	0.7	5.0	-28.2	-37.1
Corn (\$/bu)	488	-0.3	2.3	-28.2	-20.8
Sugar (\$/lb)	25.7	-2.6	-3.1	28.1	52.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	5.65	0.00	0.88	0.00
Saudi Arabia	6.23	0.07	0.89	0.58
UAE	5.41	0.23	1.10	-0.24
Kuwait	4.25	0.00	0.25	-1.40
Qatar	6.00	0.00	0.72	0.35
Bahrain	6.69	0.00	0.54	1.04

Source: Reuters

NOTES:

(1) Prices updated as of October 3, 2023 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets closed in the red on Tuesday. S&P and NASDAQ lost 1.4% and 1.9%, respectively. Dow Jones Industrial ended 1.3% lower. In Europe, UK, Germany, and France decreased 0.5%, 1.1% and 1.0%, respectively.
- Asian markets are trading lower on Wednesday. Japan and South Korea are down 1.8% and 2.2%, respectively. Hong Kong and India are trading with losses of 1.0% and 0.6%, respectively, in the morning session. China is closed for trading.
- GCC markets ended mostly higher on Tuesday. Dubai and Abu Dhabi advanced 0.4% and 0.5%, respectively. Kuwait fell 0.2%, while Qatar rose 0.2%. Both Oman and Bahrain gained 0.1%.
- According to Fitch Ratings, banks in the UAE are outperforming their GCC peers on the back of strong liquidity conditions underpinned by high oil prices, foreign capital inflows, and moderate credit demand amid rising interest rates. It added that the UAE banks' profitability has improved significantly, in contrast to that of Saudi and Qatari banks and they expect this improvement to be sustained, which, along with other solid financial metrics being maintained, could lead to positive rating actions on some UAE banks' Viability Ratings. In 1H23, the four largest UAE banks, accounting for 77% of banking assets, reported a combined net profit growth of 68.2% to USD 7.4bn (SAR 27.75bn) from USD 4.4bn (SAR 16.5bn) in 1H22. (Source: Zawya)
- Qatar Financial Centre (QFC)'s survey data revealed that the country's purchasing managers' index (PMI) rose to 53.7 in September vs. 2023's average of 53.0 and the long-term trend since 2017 of 52.4, reflecting strong business conditions in the country's non-oil private sector, as output and new orders grew, and employment levels climbed at the fastest rate since over a year. While the latest reading is marginally lower from 53.9 in August, QFC noted that the survey findings indicate another strong improvement in business conditions. (Source: Zawya)
- Morgan Stanley announced downgrades on Egypt's sovereign credit rating, citing complications arising from the upcoming presidential elections that could pose a delay in the country's ability to push through reforms that are conditional to a USD 3bn (SAR 11.25bn) International Monetary Fund (IMF) program, moving it to a 'dislike stance' from a 'neutral' one amidst rising risks over the country's capital needs, which are estimated to be USD 24bn (SAR 90.02bn) in the fiscal year through June 2024. It further highlighted that the threat of a downgrade from Moody's looms on the horizon, which could lead to some forced selling. (Source: Zawya)
- The Abu Dhabi Department of Economic Development (ADDED) aims to provide 100 investment opportunities, with a combined market size of AED 123.3bn (SAR 125.91bn) by 2027, under the 'Abu Dhabi Channel Partners'. The program is launched as part of Abu Dhabi Industrial Strategy's (ADIS) initiatives to enhance industrial ecosystem. The Chairman of ADDED announced that the new batch of incentives for investors in the chemical industries will include 33 investment opportunities with a combined market size of AED 22.08bn (SAR 22.55bn) by 2027. (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 29 (prior: -2.2mn barrels; consensus: -0.4mn barrels) will be announced today. (Source: Trading Economics)
- US jobless claims for the week ended September 30 (prior: 204K; consensus: 210K) will be announced tomorrow. (Source: Trading Economics)
- US unemployment rate for September (prior: 3.8%; consensus: 3.7%) will be announced on October 6. (Source: Trading Economics)

Daily Markets Overview

4 October 2023

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

